

DAILY MARKETS OVERVIEW

16 JANUARY 2019

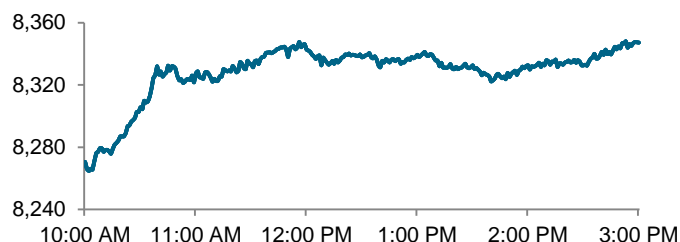
السوق السعودي كابتال

Saudi Fransi Capital

Distinguished Service, Outstanding Performance



TASI Intraday



Source: Reuters

Saudi Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Saudi (TASI)	8,347	0.9	1.7	6.7	18.1
Saudi (NOMU)	2,802	7.3	9.1	11.1	9.2
Energy	4,886	-0.7	-1.8	0.8	18.5
Materials	5,504	0.6	0.3	4.8	17.1
Capital Goods	3,896	0.2	0.2	-0.1	22.2
Com. & Prof. Svc	4,334	-0.5	1.3	4.8	18.5
Transportation	3,551	0.9	1.5	2.1	20.6
Cons. Durables & Apparel	3,633	-0.6	-0.9	-0.8	NA
Consumer Services	3,066	-1.0	1.1	4.0	NA
Media	10,189	0.1	0.3	0.1	NA
Retailing	6,962	-0.9	-0.3	1.4	33.3
Food & Staples Retailing	5,987	0.1	0.9	0.7	24.3
Food & Beverages	4,339	2.4	4.7	11.6	NA
Health Care Equipment	3,797	-0.1	0.4	1.0	20.5
Pharma, Biotech & Life Science	3,872	0.3	-1.2	-0.2	27.0
Banks	7,966	1.4	3.0	10.4	14.2
Diversified Financials	3,468	-0.7	0.1	-0.3	NA
Insurance	4,303	0.8	0.3	3.1	NA
Telecommunication	5,722	0.1	-0.6	5.8	19.1
Utilities	3,530	3.8	4.8	4.8	NA
REITs	3,619	0.0	-0.1	-0.1	NA
Real Estate	3,169	0.4	0.8	-1.7	23.5

Sources: Bloomberg, Reuters, Tadawul

Top 5 Gainers

Company	Last Close	% Change	Value (SAR mn)
Saudi Cable Co.	43.60	6.0%	171.3
Buruj Cooperative Insurance Co.	24.30	5.7%	14.6
Savola Group	31.15	5.1%	47.8
Saudi Cement Co.	51.40	4.9%	13.5
Saudi Company for Hardware	67.50	4.7%	25.0

Source: Tadawul

Upcoming General Assembly Meetings

Company	Date
Al Abdullatif Industrial Investment Co.	16-Jan-19
Samba Financial Group	20-Jan-19
Saudi Airlines Catering Co.	27-Jan-19
Gulf Union Cooperative Insurance Co.	27-Jan-19
Amana Cooperative Insurance Co.	28-Jan-19
Ethiad Atheeb Telecommunication Co.	30-Jan-19

Source: Tadawul

NOTES: (1) Prices as of last trade. Updated as of January 16, 2019
(2) WTD: Week to Date and YTD: Year to Date

Saudi Market Update

- TASI closed 0.9% higher at 8,347 while NOMU ended 7.3% higher at 2,802 on Tuesday. TASI traded value totaled SAR 3.2bn and averaged SAR 2.8bn over the last 30 days. The five most active stocks (by value) in TASI accounted for 35.7% of the daily traded value.
- Banks and Materials closed 1.4% and 0.6% higher, respectively. Telecom increased 0.1%. Utilities (up 3.8%) was the best performing sector. Among stocks, Saudi Cable Co. (2110/SCACO AB), Savola Group (2050/SAVOLA AB), and Saudi Cement Co. (3030/SACCO AB) led the gainers.
- Energy Minister revealed that KSA is in talks with the UAE, Oman and other neighboring states to build an interconnected natural gas pipeline. (Source: Argaam)
- Energy Minister said that KSA expects domestic energy consumption to fall by 1.5 million to 2 million barrels of oil equivalent per day by 2030 as a result of moves a year ago to hike gasoline and electricity prices. (Source: Zawya)
- Energy Minister revealed that KSA is planning to create a renewable energy hub with the capacity to generate more than 200 gigawatts (GW) of electricity. (Source: Argaam)
- According to an agreement signed by the General Authority for SMEs (Munshaat) and the Ministry of Health, small and medium healthcare establishments with less than 249 employees and up to ten medical practitioners will be exempted from the fees for issuing or renewing licenses. (Source: Argaam)
- Housing Ministry launched Sakani program – 2019, that includes allocation of 200,000 housing products in major areas of the country for beneficiaries of the Sakani scheme. A total of 50,000 units will be built under the public-private partnership (PPP) model. (Source: Argaam)
- Wafi program, an electronic platform launched by the Housing Ministry, licensed 106 projects in 2018. A total of 24 projects are completed, 37 projects are ongoing, 42 projects are in the pipeline and three are stalled. (Source: Argaam)
- Saudi International Petrochemical Co. (2310/SIPCHEM AB) is planning a 41-day shutdown of its International Diol Co.'s plant for scheduled maintenance. The relevant financial impact will reflect on 1Q19 earnings. (Source: Argaam)

Top 5 Losers

Company	Last Close	% Change	Value (SAR mn)
Saudi Enaya Cooperative Insurance Co.	14.42	-5.3%	89.6
Fawaz Abdulaziz AlHokair Co.	22.02	-3.3%	10.6
Wafrah for Industry and Development Co.	16.10	-2.8%	10.3
Saudi Arabian Cooperative Insurance Co.	11.48	-2.2%	12.6
Saudi Advanced Industries Co.	13.62	-2.0%	79.6

Most Active Stocks by Value (SAR mn)

Company	Last Close	% Change	Value (SAR mn)
Saudi Basic Industries Corp.	122.00	0.0%	334
Al Rajhi Bank	99.90	1.3%	321
Alinma Bank	24.06	0.3%	189
Saudi Cable Co.	43.60	6.0%	171
Saudi Fisheries Co.	65.10	0.2%	123

Source: Tadawul

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GCC Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Dubai (DFM)	2,491	-1.5	-2.2	-1.5	7.6
Abu Dhabi (ADX)	4,983	-0.3	0.4	1.4	13.4
Kuwait (KSE)	5,251	0.3	0.2	1.3	18.5
Qatar (QE)	10,763	0.9	1.0	4.5	15.9
Oman (MSM)	4,280	-0.7	-0.7	-1.0	8.5
Bahrain (BSE)	1,340	-0.3	-0.1	0.2	8.7
DJMENA Index	581	0.6	0.9	10.4	NA

Source: Bloomberg, Reuters

Global Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
US (S&P 500)	2,610	1.1	0.5	4.1	17.7
US (NASDAQ 100)	7,024	1.7	0.8	5.9	19.3
UK (FTSE 100)	6,895	0.6	-0.3	2.5	15.8
Germany (DAX)	10,892	0.3	0.0	3.2	12.0
France (CAC 40)	4,786	0.5	0.1	1.2	14.8
Russia (MICEX)	2,440	0.0	-0.2	3.0	5.3
Japan (Nikkei)	20,555	1.0	1.0	2.7	14.3
Hong Kong (HSI)	26,830	2.0	0.6	3.8	10.2
South Korea (KOSPI)	2,097	1.6	1.0	2.8	10.1
China (SHCOMP)	2,570	1.4	0.6	3.1	12.1
India (NIFTY)	10,887	1.4	0.9	0.2	22.6
Brazil (IBOV)	94,056	-0.4	0.4	7.0	20.9
Turkey (BIST 100)	93,173	1.2	1.6	2.1	6.8
Egypt (EGX30)	13,447	0.8	0.6	3.2	12.4
MSCI Emerging Markets	1,005	1.2	0.4	4.1	12.0
MSCI World	1,964	0.8	0.3	4.2	16.2

Source: Bloomberg, Reuters

Commodities Prices

Index	Last Close	1 Day %	WTD %	YTD %	1 Year %
Brent Crude (\$/bbl)	60.6	2.8	0.3	12.7	-13.7
Natural Gas (\$/mmbtu)	3.5	-2.5	13.0	19.1	14.0
Gold (\$/oz)	1,289	-0.2	0.2	0.5	-3.8
Silver (\$/oz)	15.6	-0.4	-0.1	0.6	-10.2
Platinum (\$/oz)	800	-0.3	-1.3	0.5	-19.9
Copper (\$/t)	5,886	0.3	-0.6	-1.1	-18.0
Zinc (\$/t)	2,457	-1.3	-1.6	-2.4	-29.2
Lead (\$/mt)	1,954	-0.4	-0.4	-2.7	-24.3
Wheat (\$/bu)	511	-0.6	-1.6	1.5	3.8
Corn (\$/bu)	371	-1.9	-1.9	-1.0	-4.7
Sugar (\$/lb)	13.2	3.2	3.0	9.4	-14.0

Source: Bloomberg

Interest Rate Watch (3M Interbank Offer Rate, %)

Country	Last Close	1 Day Change	YTD Change	Spread*
US	2.78	0.00	-0.03	0.00
Saudi Arabia	2.97	0.00	0.00	0.19
UAE	2.93	0.02	0.10	0.15
Kuwait	2.50	0.00	0.19	-0.28
Qatar	2.94	0.06	0.03	0.16
Bahrain	3.95	0.00	0.00	1.17

Source: Reuters

NOTES: (1) Prices updated as of January 16, 2019 (2) WTD: Week to Date; YTD: Year to Date; NA: Not Applicable, *Spread = US 3M Rate – Country 3M Rate

GCC & Global Markets Update

- US markets ended in the green on Tuesday. S&P 500 and NASDAQ increased 1.1% and 1.7%, respectively. Dow Jones Industrial closed 0.7% higher. In Europe, UK increased 0.6%, while Germany and France closed 0.3% and 0.5% higher, respectively.
- Asian markets are trading mixed on Wednesday. China is 0.1% lower. Japan is down 0.7% and South Korea is trading 0.3% higher. Hong Kong is down 0.2% while India has increased 0.3%
- GCC markets ended mixed on Tuesday. Dubai and Abu Dhabi declined 1.5% and 0.3%, respectively. Kuwait was 0.3% higher while Qatar increased 0.9%. Oman and Bahrain decreased 0.7% and 0.3%, respectively.
- Sukuk issuances are expected to rise as funding need for most Gulf Cooperation Council (GCC) countries will increase in 2019 according to S&P Global Ratings. The ratings agency has also reduced oil price assumptions to USD 55 this year compared to USD 71 last year. (Source: Argam)
- KSA Energy Minister said that Organization of the Petroleum Exporting Countries (OPEC) and its allies are monitoring the market and are ready to cut output by over 1.2 million barrels per day if global economy slows down. (Source: Argam)
- Mutual investments between Kuwait and the UK reached USD 4.4bn (KWD 1.3bn) in 2018, according to the Mayor of London. The amount of investments saw an 8% increase since 2017. (Source: Arabian Business)
- Dubai's Roads and Transport Authority (RTA) said that taxi bookings touched 12.3 million in 2018, recording in the process a 17% rise compared to the figure reported in 2017 that was 10.5 million. (Source: Trade Arabia)
- Dubai Electricity and Water Authority (DEWA) and Siemens (SIE GR) have signed a Memorandum of Understanding (MoU) to cooperate in Research and Development (R&D), exchange expertise and know-how, as well as building national capacities in energy technologies. (Source: Zawyia)
- Nasdaq Dubai has launched futures trading on the MSCI UAE equity index, in the latest expansion of the exchange's futures market. The index comprises 11 companies that are among the largest and most liquid in the UAE. (Source: Arabian Business)
- Abu Dhabi Future Energy Company (Masdar) said it was acquiring John Laing Group's (JLG LN) stakes in two wind farms in the United States. Masdar is buying stakes in the Rocksprings wind farm in Texas and the Sterling wind farm in New Mexico. The deal is expected to close in 1H19. (Source: Zawyia)
- Oman-government-owned firm, Majis Industrial Services, bought a minority stake in UAE company Utico for USD 400mn (OMR 154mn). (Source: Zawyia)

Coming Up

- US EIA Petroleum status report on weekly change in crude oil inventories for the week ended January 11 (prior: -1.7mn barrels) will be announced today. (Source: Econoday)
- UK's Consumer Price Index (CPI) for December 2018 (prior: 0.2% M/M; 2.3% Y/Y) will be announced today. (Source: Econoday)
- US jobless claims for the week ended January 12 (prior: 216K) will be announced tomorrow. (Source: Econoday)



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